84TH CONGRESS HOUSE OF REPRESENTATIVES REPORT No. 857

## FEDERAL EMPLOYEES SALARY INCREASE ACT OF 1955

June 16, 1955.—Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

Mr. Murray of Tennessee, from the Committee on Post Office and Civil Service, submitted the following

#### REPORT

#### [To accompany S. 67]

The Committee on Post Office and Civil Service, to whom was referred the bill (S. 67) to adjust the rates of basic compensation of certain officers and employees of the Federal Government, and for other purposes, having considered the same, report favorably thereon with an amendment and recommend that the bill as amended do pass.

#### AMENDMENT

The amendment made by the committee strikes out all of the Senate bill after the enacting clause and inserts in lieu thereof a substitute text which appears in the reported bill in italic type. An explanation of the provisions of the committee amendment is contained in the section-by-section analysis of the bill, as reported.

#### STATEMENT

The purpose of this legislation, as amended by the committee, is to increase by 7½ percent per annum the rates of compensation of certain officers and employees of the Federal Government (excluding employees in the field service of the Post Office Department and so-called wage-board employees).

The legislation will increase the annual compensation of approximately 1,073,262 Federal employees in the executive, legislative, and judicial branches of the Government. Specifically, these employees are—

(a) employees whose positions are subject to the Classification Act of 1949, as amended;

· (b) officers and employees in or under the judicial branch of the Government;

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(c) court reporters for Federal district courts;

(d) secretaries and law clerks of circuit and district judges;

(e) officers and employees in or under the legislative branch of the Government (including reporters of debates and their employees);

(f) elected officers and certain appointive officers and employees of the Senate and House of Representatives (except the presiding

(g) officers and employees in the Department of Medicine and Surgery in the Veterans' Administration;

(h) employees in the Foreign Service of the United States

under the Department of State.

The bill will also (1) authorize comparable increases to employees whose salaries are set by administrative action, such as employees of the TVA; (2) raise the limit on salaries which may be paid to officers. and employees of the Central Bank for Cooperatives, or any production credit corporation, production credit association, or bank for cooperatives, to permit giving employees of these organizations raises comparable to those received by other Federal employees under this bill; (3) make the increases in rates of basic compensation effective retroactive to the beginning of the first pay period commencing after February 28, 1955; (4) maintain the present ceiling of \$14,800 above which no salary may be raised by reason of this enactment; (5) restrict the salary for employees of the legislative branch (except those whose salaries are specifically set by law) to the same rate as the maximum provided under the Classification Act of 1949, as amended; (6) provide for an adjustment in the salaries of employees transferred from the CPC schedules (crafts, protective, custodial) to wage board salary schedules to take into consideration the increases provided under this bill; (7) provide comparable salary increases for the "savings cases" (those drawing salaries over the top salary rate for their grade); (8) provide for a proportionate payment of the salary increase due for work performed during the retroactive period to employees who retired or to the estate of employees who died during the retroactive period; and (9) corrections the interest of employees who died during the retroactive period; and (9) consolidate all authority for grades 16, 17, and 18 of the general schedule, repeal extraneous laws giving separate authority to place positions in such grades, and require allocations and classifications of positions to such grades to have the approval of a majority of the Civil Service Commissioners.

The salary increases provided in the legislation are permanent, are subject to retirement deductions, and will be taken into consideration

in computing overtime and night differential pay and in determination of group life insurance.

The total cost of the pay increases provided for by the legislation will be approximately \$326,000,000 annually.

The following table shows the coverage of the legislation, the number of employees affected, and the estimated increased annual cost resulting from the enactment of the legislation:

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Number of employees affected and the increased annual cost of pay increase provisions of S. 67 (7½ percent rounded on all steps)

Bill section	Coverage	Number of employees	Increased annual cost
2 (a) 3 (a) (b) 3 (c)	Classification Act of 1949, as amended. Officers and employees in or under the judicial branch Court reporters for district courts Officers and employees in or under the legislative branch.	983, 057 3, 296 240 4, 957	\$308, 669, 000 1, 072, 000 99, 000 2, 020, 000
6	Officers and employees in the Department of Medicine and Surgery paid under Public Law 293, 79th Cong., as amended.	20, 029	8, 888, 000
7	Officers and employees paid under secs. 412 and 415 of the Foreign Service Act of 1946, as amended.	9, 683	4, 850, 000
8 (a)	Officers and employees whose rates of pay are fixed by administrative action pursuant to law.	· ¹ 52, 000	(2)
	Total	1, 073, 262	325, 598, 000

 $^1$  Very approximate.  $^2$  Since this section is permissive in application and the extent and amounts of salary adjustments thereunder cannot be forecast, it is impossible to estimate the increased annual cost.

The committee conducted extensive hearings with respect to the problem of granting increases in the compensation of all Federal employees. Testimony was received from the Civil Service Commission, the Bureau of Labor Statistics of the Department of Labor, and representatives of national employees' organizations. It was unanimously agreed that there was ample justification for an increase in the compensation of Federal employees. The only difference of opinion was regarding the amount of such increase and the formula to be used in applying it to existing pay rates.

The Civil Service Commission sent to the Speaker of the House on January 26, 1955, a draft of legislation which would have provided an average increase of 4.9 percent. Following action on postal employees' pay representing a substantially larger increase for postal employees than originally proposed by the administration, the chairman of the committee received a report indicating that a higher increase for classified employees than originally recommended would not be disapproved.

There is a consensus of opinion that the classified employees should have the same salary increase as that given postal employees by Public Law 68 of the 84th Congress. Under Public Law 68, postal employees received a 6-percent increase of their basic salary, retroactive to March 1, 1955, and within 6 months will receive a salary adjustment upon conversion into new salary schedules amounting on an average to 2.1 percent of payroll. It is recognized by the committee that all postal employees would not receive the total increases in the bill amounting to 8.1 percent. However, it is also pointed out by the committee that some of the increases resulting from conversion into the schedules will result in pay increases not entirely attributable to reclassification.

The committee had presented to it a number of proposals which would have readjusted Federal employees' salaries by schedules providing various rate increases. These rate increases would have varied from 4.9 to 10 percent. As a means of compromise, however, the committee decided to provide a salary increase for all Federal employees under this bill of 7½ percent retroactive to the beginning of the first pay period commencing after February 28, 1955. It was the view of the committee that the 7½ percent increase for Federal employees retroactive for the whole period, that is, from the begin-

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ning of the first pay period commencing after February 28, 1955, was a fair and adequate comparison between salary increases given postal employees.

#### INCREASE IN COST OF LIVING

One of the major factors in recommending the salary increases was the increase in the cost of living. On July 1, 1951, the effective date of the last salary increase, the cost of living index of the Bureau of Labor Statistics was 110.9; in January 1955 the index was 114.3. This represents an increase of 3.4 points, or 3.07 percent. S. 67, as reported by this committee, grants a minimum increase of 7.5 percent to every employee covered in the bill.

While the salary increase of 7½ percent is substantially more than the increase in the rise in the cost of living since the last pay raise, it was the view of the committee that it was necessary to provide the employees an increase in their real wages and to permit them to enjoy, along with millions of other workers throughout the country, a general rise in their standard of living.

#### RECENT PAY INCREASES FOR CLASSIFIED FEDERAL EMPLOYEES

1. Effective July 1, 1945, under Public Law 106, 79th Congress, Federal employees received a pay increase as follows: 20 percent on the first \$1,200, 10 percent on the next \$3,400, and a 5 percent on the remainder, subject to a \$10,000 ceiling. The average increase was 15.9 percent. (Range from 20 to 8.9 percent.)

2. Effective July 1, 1946, under Public Law 390, 79th Congress, Federal employees received increases as follows: a 14 percent increase with a minimum of \$250, subject to a \$10,000 ceiling. Average increase was 14.2 percent. (Range from 25 to 2 percent at ceiling.)

3. Effective June 30, 1948, under Public Law 900, 80th Congress,

Federal employees received an increase annually of \$330. Average increase was 11 percent. (Range from 30.6 to 3.3 percent.)

4. Effective October 28, 1949, under Public Law 429, 81st Congress (Classification Act of 1949), Federal employees received pay increases averaging \$140 annually. Individual increases ranged from 7.1 to 6.5 percent and the overall salary average under the Classification Act of 1949 was increased by 4 percent. Three additional grades were created: GS-16, \$11,200; GS-17, \$12,200; GS-18, \$14,000.

5. Effective on the first day of the first pay period beginning after June 30, 1951, under Public Law 201, 82d Congress, approved October

24, 1951, Federal employees received a 10 percent increase with a \$300 minimum and an \$800 maximum annually. Increase ranged from 19.8 to 5.7 percent. Average increase 10 percent.

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Present and proposed pay scales of the Classification Act of 1949, as amended

(The top line opposite each grade number shows the proposed rates. The second line shows the rates currently in effect. The third line shows the amount of the proposed increase for each scheduled rate of the grade.) GENERAL SCHEDULE

Grade .			Ba	sic pay rates			
1	\$2,690 2,500 190	\$2,775 2,580 195	\$2,860 2,660 200	\$2, 945 2, 740 205	\$3,030 2,820 210	\$3, 115 2, 900 215	\$3, 200 2, 980 220
2	2, 955 2, 750 205 3, 170	3, 040 2, 830 210 3, 255	3, 125 2, 910 215 3, 340	3, 210 2, 990 220 3, 425	3, 295 3, 070 225 3, 510	3, 380 3, 150 230 3, 595	3, 465 3, 230 235 3, 680
3	2, 950 220	3, 030 225	3, 110 230	3, 190 235	3, 270 240	3, 350 245	3, 430 250
4	3, 415 3, 175 240	3, 500 3, 255 245	3, 585 3, 335 250	3, 670 3, 415 255	3, 755 3, 495 260	3, 840 3, 575 265	3, 925 3, 655 270
5	3, 665 3, 410 255	3, 800 3, 535 265	3, 935 3, 660 275	4,070 3,785 285	4, 205 3, 910 295	4, 340 4, 035 305	4, 475 4, 160 315
6	4,080 3,795 285	4, 215 3, 920 295	4, 350 4, 045 305	4, 485 4, 170 315	4, 620 4, 295 325	4, 755 4, 420 335 5, 195	4, 890 4, 545 345 5, 330
7	4, 520 4, 205 315	4, 655 4, 330 325	4, 790 4, 455 335	4, 925 4, 580 345	5, 060 4, 705 355 5, 505	4, 830 365	5, 350 4, 955 375 5, 775
8	4, 965 4, 620 345	5, 100 4, 745 355	5, 235 4, 870 365	5, 370 4, 995 375	5, 120 385	5, 640 5, 245 395	5, 370 405
9	5, 440 5, 060 380	5, 575 5, 185 390	5, 710 5, 310 400	5, 845 5, 435 410	5, 980 5, 560 420	6, 115 5, 685 430	6, 250 5, 810 440
10	5, 915 5, 500 415	6,050 5,625 425	6, 185 5, 750 435	6, 320 5, 875 445	6, 455 6, 000 455	6, 590 6, 125 465	6, 725 6, 250 47 <b>5</b>
11	6, 385 5, 940 445	6, 600 6, 140 460	6, 815 6, 340 475	7, 030 6, 540 490	7, 245 6, 740 505	7, 460 6, 940 520	
12	7, 570 7, 040 530	7, 785 7, 240 545	8,000 7,440 560	8, 215 7, 640 575	8, 430 7, 840 590	8, 645 8, 040 605	
13	8, 985 8, 360 625	9, 200 8, 560 640	9, 415 8, 760 655	9, 630 8, 960 670	9, 845 9, 160 685	10, 060 9, 360 700	
14	10, 320 9, 600 720	10, 535 9, 800 735	10, 750 10, 000 750	10,7965 10,200 765	11, 180 10, 400 780	11, 395 10, 600 795	
15	11,610 10,800 810	11, 880 11, 050 830	12, 150 11, 300 850	12, 420 11, 550 870	12,690 11,800 890		
16	12,900 12,000 900	13, 115 12, 200 915	13, 330 12, 400 930	13, 545 12, 600 945	13, 760 12, 800 960		
17	13, 975 13, 000 975	14, 190 13, 200 990	14, 405 13, 400 1, 005	14, 620 13, 600 1, 020	14, 620 13, 800 820		
18	14, 800 14, 800 0						

Note.—7)4 percent across the board. (7)4 percent on minimum rates and step-increases rounded to nearest \$5, counting \$2.50 and over as \$5.)

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Present and proposed pay scales of the Classification Act of 1949, as amended—Con.

(The top line opposite each grade number shows the proposed rates. The second line shows the rates currently in effect. The third line shows the amount of the proposed increase for each scheduled rate of the grade.)

CUDATED	PROTECTIVE.	AND	CITETODIAL	SCHEDILE
UKAPIO.	PROTECTIVE.	AND	CUSTODIAL	

Grade			i	Basic pay rate	28		
	\$1,945	\$2,010	\$2,075	\$2,140	\$2, 205	\$2,270	\$2,335
1	1,810	1,870	1.930	1,990	2,050	2,110	2,170
•	135	140	145	150	155	160	165
· .	2.600	2,675	2,750	2,825	2, 900	2,975	3,050
2 {	2, 420	2,490	2,560	2,630	2,700	2,770	2,840
Į	180	185	190	195	200	205	210
ſ	2,745	2,830	2, 915	3,000	3, 085	3, 170	3, 255
3	2, 552	2,632	2,712	2,792	2,872	2, 952	3,032
į	193	198	203	208	213	218	223
1	2,955	3,040	3,125	3, 210	3,295	3, 380	3,465
1 {	2,750	2,830	2, 910	2, 990	3,070	3, 150	3, 230
Į.	205	210	215	220	225	230	235
ſ	3,200	3, 285	3, 370	3, 455	3, 540	3,625	3,710
5 {	2,974	3,054	3,134	3, 214	3, 294	3, 374	3,454
· · · · · · · · · · · · · · · · · · ·	226	231	236	241	246	251	256
· · · · · · · · · · · · · · · · · · ·	3, 440	3, 525	3,610	3, 695	3,780	3, 865	3, 950
6 {	3, 200	<b>3, 2</b> 80	3, 360	3,440	3,520	3,600	3,680
	240	<b>24</b> 5	250	255	260	265	270
f	3, 695	3,805	3,915	4,025	4, 135	4, 245	4, 355
7 {	3,435	3, 535	3, 635	3, 735	3, 835	3, 935	4,035
(	260	270	280	290	300	310	320
· 1	4,020	4, 155	4, 290	4, 425	4, 560	4, 695	4, 830
8	3,740	3,865	3,990	4, 115	4, 240	4. 365	4,490
J	280	<b>2</b> 90	300	310	320	330	340
	4, 460	4, 595	4, 730	4,865	5, 000	5, 135	5, 270
9	4,150	4,275	4, 400	4,525	4, 650	4,775	4, 900
Į.	310	320	330	340	350	360	370
·	4,905	5, 040	5, 175	5, 310	5, 445	5, 580	5, 715
10 {	4, 565	4, 690	4,815	4, 940	5, 065	5, 190	5, 315
Į.	340	350	360	370	380	390	400

SECTION-BY-SECTION ANALYSIS OF THE BILL, AS REPORTED

#### SHORT TITLE

The first section of the bill supplies a short title for the proposed salary increase law for officers and employees of the Federal Government by providing that such proposed law may be cited as the "Federal Employees Salary Increase Act of 1955."

OFFICERS AND EMPLOYEES SUBJECT TO CLASSIFICATION ACT OF 1949

Section 2 of the bill provides increases in the rates of basic compensation of officers and employees subject to the Classification Act of 1949, as amended. Such section also contains provisions for certain initial adjustments in the rates of basic compensation of such officers and employees.

 Increases in rates of basic compensation for officers and employees subject to Classification Act of 1949

The method used in constructing the new general schedule and the new crafts, protective, and custodial schedule of the Classification Act of 1949 is as follows:

(a) The minimum rate of each grade is increased 7.5 percent and the resulting figure rounded off to the nearest \$5, \$2.50 or over being considered as \$5 for this purpose;

(b) Each salary step increase within the grades is also increased 7.5 percent and rounded off in the same manner; and

(c) The augmented step increases are then added in order, beginning with the minimum rates of the appropriate grades, to produce the remaining scheduled rates of the grades.

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This method results in an almost uniform 7.5 percent increase on each rate, and at the same time retains uniformity of step increases within each grade.

The present ceiling in the Classification Act of 1949 of a flat rate of \$14,800 in grade GS-18 is continued. In order to avoid lifting the GS-17 pay range above the GS-18 rate of \$14,800, the maximum rate of GS-17 is fixed at \$14,620, thus making GS-17 a 4-rate grade instead of a 5-rate grade as at present.

2. General rules for initial adjustment of increases in rates of basic compensation for officers and employees subject to Classification Act of 1949

Subsection (b) of section 2 of the bill sets forth certain rules for determining the initial adjustment of the rates of the officers and employees to whom section 2 applies made necessary by reason of the

increases provided in subsection (a) of section 2.

Paragraph (1) of subsection (b) provides that an officer or employee who immediately prior to the effective date of section 2 is receiving basic compensation at one of the scheduled longevity rates of a grade in the general schedule or the crafts, protective, and custodial schedule of the Classification Act of 1949, as amended, shall receive a rate of basic compensation at the corresponding scheduled or longevity rate in effect on and after the effective date of section 2. This rule is the one applicable in the case of the majority of officers and employees and an illustration of its operation is as follows: If employee  $\Lambda$  is in the seventh step of grade 9 of the general schedule immediately prior to the effective date of section 2 and thus receiving basic compensation at the rate of \$5,810 per annum, the operation of paragraph (1) would result in employee A receiving, after the effective date of section 2, basic compensation at the rate of \$6,250 per annum, the rate provided in the bill for the seventh step of grade 9 of the general schedule.

It should be noted that grade 17 of the general schedule. It should be noted that grade 17 of the general schedule contains 5 steps prior to the effective date of section 2, but will contain only 4 steps after the effective date. Thus this rule will operate to require that those officers and employees who, prior to the effective date, are in positions in steps 4 and 5 of grade 17, will receive compensation after the date of enactment at the corresponding rate, which in this

case is step 4.

Paragraph (2) provides that an officer or employee who, immediately prior to the effective date of section 2, is receiving basic compensation at a rate between 2 scheduled or longevity rates, or between a scheduled and a longevity rate, of a grade in the general schedule or the crafts, protective, and custodial schedule, shall receive a rate of basic compensation at the higher of the 2 corresponding rates in effect on and after the effective date of section 2. An example of the operation of the rule is as follows: If employee B in grade 5 of the general schedule is receiving, immediately prior to the effective date of section 2, basic compensation at the rate of \$3,810 per annum, which is a rate of compensation that falls between the fourth step of grade 5 at \$3,785, and the fifth step of grade 5 at \$3,910, employee B will receive, as a result of the operation of paragraph (2), basic compensation after the effective date of section 2 at the rate of \$4,205, which is the higher of the 2 corresponding rates which are in effectthat is, \$4,070 for the fourth step of grade 5, and \$4,205 for the fifth step of grade 5 of the general schedule.

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Paragraph (3) provides that an officer or employee (other than one subject to par. (4) of this subsection) who, immediately prior to the effective date of this act, is receiving basic compensation at a rate in excess of the maximum longevity rate of his grade, or if there is no longevity rate for his grade, in excess of the maximum scheduled rate of his grade, shall receive basic compensation at a rate equal to the rate which he was receiving immediately prior to the effective date of this section increased by an amount equal to the amount of the increase made by this section in the maximum longevity rate, or the maximum scheduled rate, as the case may be, of his grade. The officer or employee will continue to receive this increased amount until he either leaves that position, or becomes entitled to receive basic compensation at a higher rate by reason of the operation of the Classification Act of 1949, as amended. Paragraph (3) further provides that if the position for which the basic compensation is determined under this act becomes vacant, any subsequent appointee thereto shall receive basic compensation fixed in accordance with the Classification Act of 1949, as amended. An example of the operation of this paragraph (3) is as follows: If employee C in grade 9 of the general schedule, immediately prior to the effective date of this section is receiving basic compensation at \$6,200, a rate which is in excess of the maximum longevity rate of \$6,185 for grade 9, employee C will receive, as a result of the operation of paragraph (3), after the effective date of section 2, basic compensation at the rate of \$6,670 or an increase of \$470, the amount of the increase in the maximum longevity rate of grade 9. The amount of this increase of \$470 is determined by the difference between \$6,185 the maximum longevity rate of grade 9 before the effective date of section 2, and \$6,655 the maximum longevity rate of grade 9 after the effective date of section 2. Employee C will receive this rate of basic compensation of \$6,670 until he either leaves that position or he becomes entitled to an increase by reason of the operation of the Classification Act of 1949, as for instance, if he receives a promotion. Further, if employee C does leave that position, a subsequent appointee to it would not receive the rate of \$6,670, but rather whatever rate the operation of the Classification Act of 1949 would require.

Paragraph (4) provides that an officer or employee who, immediately prior to the effective date of section 2, is receiving an existing aggregate rate of compensation determined under section 208 (b) of the Federal Employees Pay Act Amendments of 1954, approved September 1, 1954 (Public Law 763, 83d Cong.), shall receive, after the effective date of section 2, an aggregate rate of compensation equal to such existing aggregate rate increased by an amount equal to the amount of the increase made by this section in the maximum longevity rate of his grade. The officer or employee will continue to receive this increased amount until he leaves that position or is entitled to receive aggregate compensation at a higher rate by reason of the operation of any other provision of law. When the position becomes vacant, however, any subsequent appointee shall receive aggregate compensation fixed in accordance with applicable provisions of law. Paragraph (4) further provides that the amount of the increase made by this paragraph shall be held and considered to constitute a part of the existing aggregate compensation of the officer or employee for the purposes of section 208 (b) of the act of September 1, 1954. An

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example of the operation of paragraph (4) is as follows: If employee D in grade 6 of the crafts, protective, and custodial schedule, immediately prior to the effective date of this section is receiving an existing aggregate rate of compenstion saved to him by operation of section 208 (b) of the act of September 1, 1954, at \$4,882, employee D will receive, as a result of the operation of paragraph (4), after the effective date of section 2, existing aggregate compensation for the purpose of section 208 (b) of the act of September 1, 1954, at the rate of \$5,167 or an increase of \$285, the amount of the increase in the maximum longevity rate of grade 6. The amount of the increase of \$285 is determined by the difference between \$3,920 the maximum longevity rate of grade 6 before the effective date of section 2, and \$4,205, the maximum longevity rate of grade 6 after the effective date of section 2. Employee D will receive this rate of existing aggregate compensation of \$5,167 until he either leaves that position or he becomes entitled to receive aggregate compensation at a higher rate by reason of the operation of any other provision of law. Further if employee D does leave that position, a subsequent appointee to it would not receive the rate of \$5,167, but rather whatever rate the operation of the applicable

provisions of law would require. Paragraph (5) provides that an officer or employee who, immediately prior to the effective date of section 2, was in a position for which the rate of compensation is fixed under section 603 (c) (2) of the Classification Act of 1949, as amended (which section sets the rate of basic compensation for charwomen and head charwomen, working parttime), at a rate in excess of the rate provided for the position by such section, shall receive basic compensation at a rate equal to the rate which he received immediately prior to such effective date, increased by an amount equal to the amount of the increases made by this section for that position, until he leaves such position. When such position becomes vacant, a subsequent appointee shall receive basic compensation at the rate fixed by section 603 (c) (2) of the Classification Act of 1949, as amended. An example of the operation of paragraph (5) is as follows: If employee E, a part-time charwoman, is receiving compensation at the rate of \$3,000 immediately prior to the effective date, a rate in excess of the rate provided for part-time charwomen in section 603 (c) (2) which is \$2,700, employee E will receive, as a result of the operation of paragraph (5), after the effective date of section 2, compensation at the rate of \$3,200 or an increase of \$200, the amount of the increase made by this section in the rate for the position of part-time charwomen. The amount of this increase of \$200 is determined by the difference between \$2,700, the rate for part-time charwomen prior to the effective date of section 2, and \$2,900, the rate for part-time charwomen after the effective date of section 2. Employee E will receive this rate of \$3,200 until she leaves the position. Further, if employee E does leave that position, a subsequent appointee to it would not receive that rate of \$3,200, but would receive \$2,900, the rate provided by section 603 (c) (2) of the Classification Act of 1949, as amended.

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3. Special initial salary adjustment for officers and employees transferred with or without their positions from purview of Classification Act of 1949 to prevailing rate schedules during certain past periods

Subsection (c) of section 2 of the bill provides for the initial adjustment, under certain circumstances, of the rate of basic compensation of—

(1) each officer or employee who has been transferred with his position under authority of the Classification Act of 1949 (including the amendments to and modifications in such act contained in title I of the act of September 1, 1954, Public Law 763, 83d Cong., relating to fringe employment benefits) at any time during the period beginning on January 1, 1952, and ending on the date of enactment of the bill, from the purview of the crafts, protective, and custodial schedule or the general schedule of the Classification Act of 1949 to a prevailing rate schedule—that is, to a so-called wage board schedule; and

(2) each officer or employee who transferred or was transferred, at any time during the retroactive period beginning as of the first day of the first pay period which began after February 28, 1955, and ending on the date of enactment of the bill, from a position subject to the Classification Act of 1949 to a position subject to a prevailing rate schedule.

Such subsection (c) will not apply unless the officer or employee at all times subsequent to such transfer was on an employment roll of the Federal Government or of the municipal government of the District of Columbia or in the service of the Armed Forces of the United States, without any break of more than 30 consecutive calendar days in the time on the employment rolls or in the time in the service of the Armed Forces. However, in the case of an individual who is relieved from training and service in the Armed Forces of the United States or who is discharged from hospitalization following such training and service, the break in service shall not exceed a period equal to the period provided by section 9 of the Universal Military Training and Service Act (50 App. U. S. C., sec. 459) for the mandatory restoration of such individual to a position in or under the Federal Government or the municipal government of the District of Columbia—that is, 90 days in the case of relief from such training and service or 90 days after relief from not more than 1 year of hospitalization following such training and service.

It is provided, in effect, in such subsection (c) that the subsection will not apply (1) unless, on the date of enactment of the bill, the officer or employee is being paid under a prevailing rate schedule and (2) unless the rate of basic compensation of the officer or employee is less on such date of enactment than the rate to which he would have been entitled on such date of enactment if the transfer had not occurred. However, it should be noted that such officer or employee will not be entitled to an adjustment of his rate of basic compensation under subsection (c) if on the date of enactment of the bill he is receiving a lesser rate by reason of an adverse personnel action resulting from his own fault.

It is further provided in subsection (c) that an officer or employee who satisfies the requirements of such subsection shall be paid basic compensation at a rate equal to the rate which he would have been receiving on the date of enactment of the bill if the transfer had not

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Three additional qualifications are imposed by subsection (c) with respect to the adjustment of basic compensation under such subsection:

First, the basic compensation paid an officer or employee under subsection (c) shall include compensation for each within-grade and longevity step-increase in compensation which he would have earned under the Classification Act of 1949 if the transfer had not occurred.

Second, the officer or employee shall be paid basic compensation, as adjusted under subsection (c), for all time on the employment rolls (except time in an employment status with respect to which no compensation was payable) in a position subject to a prevailing rate schedule during the retroactive period beginning on the first day of the first pay period which began after February 28, 1955, and ending on the date of enactment of the bill and during all periods following such date of enactment, until he leaves the position which he occupies on such date of enactment or until he becomes entitled to receive basic compensation at a higher rate under a prevailing rate schedule.

Third, when the position occupied by such officer or employee becomes vacant, the rate of basic compensation of any individual subsequently appointed to such position shall be fixed in accordance with prevailing rate schedules.

The following example illustrates the general purpose and application of subsection (c).

Employee A, a mechanic, holds a position in grade 6 of the crafts, protective, and custodial schedule of the Classification Act of 1949 and is receiving basic compensation at the minimum rate of such grade—that is, \$3,200 (equivalent to \$1.54 an hour). He is transferred during one of the transfer periods specified in clause (1) of subsection (c), to a prevailing rate schedule (that is, a so-called wageboard schedule) at an hourly rate of basic compensation of \$1.67. If such transfer had not occurred, employee A would have been receiving, on the date of enactment of the bill, the new minimum rate provided by the bill for grade 6 of the crafts, protective, and custodial schedule—\$3,440 (equivalent to \$1.65 an hour). Since this latter rate is less than the rate he is currently receiving under the prevailing rate schedule, subsection (c) is inapplicable to him. Therefore, the current rate of compensation being received by employee A under

of subsection (c) is concerned.

It is possible, however, that employee A would have earned two within-grade step increases in basic compensation under the Classification Act of 1949 if the transfer had not occurred. In such case, he would have been receiving under such act, on the date of enactment of the bill, the new rate for the third step of grade 6 of the crafts, protective, and custodial schedule—that is, \$3,610 (equivalent to \$1.74 an hour). If this were the situation, subsection (c) would apply with respect to employee A and would increase his current rate under the prevailing rate schedule from \$1.67 an hour to \$1.74 an hour.

the prevailing rate schedule will be continued insofar as the operation

A more specific example of the operation of subsection (c) is as follows:

Employee B, on the effective date of this section, held a position in the initial step of grade 7 of the general schedule of the Classification Act of 1949 and received basic compensation at the rate of \$4,205. On

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April 10, 1955, employee B was placed in step 2 of grade 7 of the general schedule at a rate of basic compensation of \$4,330. On May 20, 1955, employee B was transferred, either with or without his position, to a prevailing rate schedule (that is, a so-called wage-board schedule) at an hourly rate of basic compensation of \$2.10 per hour (equivalent to \$4,368 per annum). If such transfer had not occurred, employee B, on the date of enactment of the bill, would have been receiving a new rate for step 2 of such grade 7 provided by the bill which is \$4,655 per annum. This is equal to \$2.24 per hour. Subsection (c) will operate to insure that employee B will receive compensation. sation at the rate of \$2.24 per hour retroactively from the date of enactment of the bill to the date on which employee B transferred to the prevailing rate schedule (May 20, 1955). Subsection (c) also operates to insure that employee B will receive such increased hourly rate of \$2.24 in the future until employee B either leaves the position which he holds on the date of enactment or until he is entitled to receive basic compensation at a higher rate under a prevailing rate schedule. The operation of section 2 (a) and section 13 of the bill insures that employee B will receive retroactive compensation for the period from April 10, 1955, to May 20, 1955, based on the new rate of compensation for step 2 of grade 7 of the general schedule or \$4.655 rather than the old rate for such step of such grade of \$4,330, and retroactive compensation for the period from the effective date of section 2 of the bill to April 10, 1955, based on the new rate of \$4,520 for the initial step of grade 7 of the general schedule, rather than \$4,205, the old rate for such step of such grade.

4. Special initial salary adjustment for certain officers and employees coming within purview of Classification Act of 1949 during retroactive period

Subsection (d) of section 2 of the bill provides for the retroactive initial adjustment of the rate of basic compensation of each officer and employee now subject to the Classification Act of 1949, as amended, who became subject to such act at any time during the retroactive period beginning on the first day of the first pay period which began after February 28, 1955, and ending on the date of enactment of the bill.

Such subsection (d) is intended to apply only in the case where the officer or employee (1) became subject to such act at a rate of basic compensation which was fixed on the basis of a higher rate previously earned by him in a position in the Federal Government or in the municipal government of the District of Columbia or (2) first became subject to such act at a rate of basic compensation which was established above the minimum rate of his class under authority of section 803 of the Classification Act of 1949, as amended (which section authorizes the recruitment of employees above the minimum rate of the class whenever a sufficient number of qualified eligibles for positions in a given class cannot be obtained otherwise).

In order to give the maximum retroactive effect on an equitable basis to the increases provided by subsection (a) of section 2 of the bill in the rates of basic compensation contained in the Classification Act of 1949, as amended, in the case of each such officer or employee, subsection (d) of section 2 contains provisions to the following effect:

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First, such subsection (d) provides that the rate of basic compensation of each such officer or employee shall be adjusted retroactively to the date on which he became subject to the Classification Act of 1949, as amended.

Second, such subsection (d) provides that such retroactive adjustment will be made on the basis of and in accordance with the new rate of basic compensation provided by section 2 of the bill for that step in the appropriate compensation schedule of the Classification Act of 1949, as amended, as set forth in such section 2, which corresponds numerically to the appropriate step of the appropriate grade of that compensation schedule of the Classification Act of 1949, as amended, which was actually in effect for such officer or employee at the time he became subject to such act, without regard to the new schedule retroactively established for such officer or employee as of such time as a result of the enactment of this bill.

The following example illustrates one application of subsection (d) of section 2 of the bill.

On April 20, 1955, employee A, a mechanic, holds a position for which the compensation of \$1.60 an hour is fixed under a prevailing rate schedule—that is, a so-called wage board position. For 1 year or 52 weeks (on the basis of a regularly scheduled administrative workweek of 40 hours) or 2,080 hours of work at such rate of \$1.60 an hour, the compensation of employee A is equivalent to \$3,328 a year. The employing agency transfers employee A to the position of inspector in grade 3 of the general schedule of the Classification Act of 1949 and places him in the sixth step of grade 3 at the scheduled rate next higher than \$3,328—that is, \$3,350. Under the retroactive amendment made to the general schedule by subsection (a) of section 2 of the bill, the scheduled rate next higher than \$3,328 (or \$1.60 an hour) becomes \$3,340. The legal effect of such retroactive amendment, without regard to subsection (d) of section 2 here discussed, would be to fix the rate of basic compensation of employee A, beginning as of the date he became subject to the Classification Act of 1949 (April 20, 1955), at \$3,340—the new rate for the third step of grade 3 of the general schedule—instead of \$3,595—the new rate for the sixth step of such grade corresponding to \$3,350 (the old rate for such step). As a result, employee A would not only be deprived of any further increase under the amendment made by subsection (a) of section 2 but also would lose most of the small increase which he received when he became subject to the Classification Act of 1949. The purpose of subsection (d) of section 2 is to retain employee A in the corresponding numerical step of grade 3 and to insure that employee A will receive increased basic compensation at the rate of \$3,595.

5. Uniformity of treatment with respect to certain longevity step increases Subsection (e) of section 2 amends section 704 of the Classification Act of 1949, as amended, to provide that the longevity step increases for grade 15 will be \$215—the same as the longevity step increases for grade 14. This subsection is necessary to insure that the longevity step increases for grade 15 will be increased from \$200 to \$215 to insure uniformity of treatment with grade 14.

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OFFICERS AND EMPLOYEES IN THE JUDICIAL BRANCH OF THE FEDERAL GOVERNMENT

Section 3 of the bill provides for increases in the rates of basic compensation of certain officers and employees in or under the judicial branch of the Federal Government.

Subsection (a) of section 3 increases (effective under sec. 13 of the bill as of the first day of the first pay period which began after February 28, 1955) the rates of basic compensation of the following officers and employees in or under the judicial branch whose rates of compensation are fixed under the respective provisions of law specified with respect to such officers and employees:

(i) Clerical, stenographic, and other assistants of referees in bankruptcy whose respective rates of compensation are fixed by the Director of the Administrative Office of the United States Courts under paragraph (2) of subdivision a of section 62 of the

Bankruptcy Act (11 U. S. C., sec. 102 (a) (2));
(2) Probation officers and clerical help whose salaries are fixed by the Director of the Administrative Office of the United States Courts under section 3656 of title 18 of the United States Code;

(3) The Assistant Director of the Administrative Office of the United States Courts whose annual salary is fixed on the basis of the second sentence of section 603 of title 28 of the United States Code;

(4) Employees of the Administrative Office of the United States Courts whose respective rates of compensation are fixed in accordance with the Classification Act of 1949, as amended, by the Director of the Administrative Office of the United States Courts under the third sentence of section 603 of title 28 of the United States Code;

(5) Clerks of court, deputies, librarians, criers, messengers, law clerks, secretaries, stenographers, clerical assistants, and other employees of the courts whose respective rates of compensation are fixed by the Director of the Administrative Office of the United States Courts, under the supervision and direction of the Judicial Conference of the United States, under authority of section 604 (a) (5) of title 28 of the United States Code;

(6) The marshal of the Supreme Court of the United States whose compensation is fixed by such Court under section 672 of title 28 of the United States Code and necessary assistants and other employees to attend such Court whose respective rates of compensation are fixed by the marshal under such section;

(7) The reporter of the Supreme Court of the United States whose compensation is fixed by such Court under section 673 of title 28 of the United States Code and professional and clerical assistants and other employees whose respective rates of compensation are fixed by such reporter, with the approval of such Court or the Chief Justice of the United States, under such section;

(8) The librarian of the Supreme Court of the United States whose salary is fixed by such Court under section 674 of title 28 of the United States Code and assistants to the librarian whose respective rates of compensation are fixed by such librarian, with the approval of the Chief Justice of the United States, under such section; and

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(9) Law clerks and secretaries to the Chief Justice and Associate Justices of the Supreme Court of the United States whose respective salaries are fixed by such Court under section 675 of title 28 of the United States Code.

The increases provided by subsection (a) of section 3 in the respective rates of basic compensation of the above-specified officers and employees in or under the judicial branch are amounts which are equal to the respective amounts of increase provided by section 2 of the bill in corresponding rates of compensation paid to officers and employees subject to the Classification Act of 1949, as amended.

Subsection (b) of section 3 relates to the salaries payable to secre-

taries and law clerks of Federal circuit and district judges.

Under the paragraph with the heading "Salaries of Supporting Personnel" in the Judiciary Appropriation Act, 1955 (Public Law 470, 83d Cong.), and similar provisions in prior appropriation acts, the compensation of such secretaries and law clerks is fixed by the Director of the Administrative Office of the United States Courts without regard to the Classification Act of 1949, as amended, with the exception that (1) the salary of a secretary shall be within one of the basic compensation ranges of grades GS-4, GS-5, GS-6, GS-7, or GS-8 of the general schedule in such act, as determined by the appointing judge subject to review by the judicial council of the appropriate circuit, and (2) the salary of a law clerk shall be within one of the basic compensation ranges of grades GS-5, GS-7, GS-9, GS-11, or GS-12 of such schedule, as determined by the appointing judge subject to such review. Such paragraph also provides that, with the exception of certain step increases and compensation for temporary assistance in emergencies, (1) the aggregate salaries paid to secretaries and law clerks appointed by one judge shall not exceed \$10,560 per annum; and (2) in the case of the chief judge of each circuit and the chief judge of each district court having 5 or more district judges, the aggregate salaries paid to secretaries and law clerks shall not exceed \$14,355 per annum.

Subsection (b) of section 3 increases such limitations of \$10,560 and \$14,355 contained in the above-mentioned provision of the Judiciary Appropriation Act, 1955 (or in any subsequent appropriation act) by the amounts necessary to pay to secretaries and law clerks of Federal circuit and district judges the additional basic compensation provided

by the bill.

Subsection (c) of section 3 relates to the annual salaries of court reporters of the district courts of the United States, the District Court for the Territory of Alaska, the United States District Court for the District of the Canal Zone, the District Court of Guam, and the District Court of the Virgin Islands.

Section 753 (e) of title 28 of the United States Code provides that each such court reporter shall receive an annual salary of not less than \$3,000 nor more than \$6,000, to be fixed from time to time by

the Judicial Conference of the United States.

Subsection (c) of section 3 increases by 7.5 percent (\$450) the maximum annual salary of \$6,000 now payable to a court reporter under section 753 (e) of title 28 of the United States Code. Such increase in maximum annual salary will enable the Judicial Conference of the United States in its discretion to grant increases of not to exceed 7.5 percent in the rate of annual salary of each such court reporter without affecting the relationship of such annual salary rate

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to other rates of annual salary within the salary structure for such court reporters under such section 753 (e).

OFFICERS AND EMPLOYEES IN THE LEGISLATIVE BRANCH OF THE FEDERAL GOVERNMENT

Section 4 of the bill provides for increases in the rates of compensation of certain officers and employees in or under the legislative branch of the Federal Government.

Subsection (a) of section 4 increases the rates of compensation of officers and employees in or under the legislative branch whose rates of compensation were increased by section 5 of the Federal Employees Pay Act of 1946. Each officer and employee in or under the legislative branch to whom subsection (a) of section 2 is applicable will be paid additional compensation at the rate of 7½ percent of his gross salary. Such gross salary is composed of the aggregate rate of the rate of basic compensation of such officer or employee and the rates of additional compensation such officer or employee was receiving immediately prior to such effective date under (1) sections 501 and 502 of the Federal Employees Pay Act of 1945, as amended, (2) section 301 of the Postal Rate Revision and Federal Employees Salary Act of 1948, (3) the provisions under the heading "Increased Pay for Legislative Employees" in the Second Supplemental Appropriation Act, 1950, (4) the act of October 24, 1951 (Public Law 201, 82d Cong.), and (5) the provisions of any other law. Such additional compensation shall not be taken into account in determining whether or not any amount expended for clerical and administrative assistance or messenger service is within any limit prescribed by law. Such additional compensation will, however, be considered part of the compensation of such officer or employee for payroll deductions for the purposes of the Civil Service Retirement Act of May 29, 1930, as amended, and (subject to sec. 13 (c) of the bill) payroll deductions for the purposes of the insurance of such officer or employee under the Fedral Employees? Grant Life Lagrange Act of 1974 eral Employees' Group Life Insurance Act of 1954.

Subsection (b) of section 4 amends section 2 (b) of the act of October 24, 1951 (Public Law 201, 82d Cong.), so as to provide, in effect, that, unless explicitly authorized by law, no officer or employee in or under the legislative branch shall be paid aggregate compensation for any period at a rate in excess of the highest per annum rate of compensation paid under the Classification Act of 1949, as amended. This provision replaces the present limitation on the maximum aggregate rate of compensation payable to any such officer or employee, which is stated in terms of dollars (\$11,646 per annum) in section 2 (b) of the act of October 24, 1951 (Public Law 201, 82d Cong.). This subsection does not apply to elected officers of the Senate and the House of Representatives and other individuals who are within the purview of subsection (c) of section 4 of the bill.

Subsection (c) of section 4 increases the rate of basic compensation of (1) each of the elected officers of the Senate and the House of Representatives (except the presiding officers of the respective Houses), (2) the Parliamentarian of the Senate, (3) the Parliamentarian of the House of Representatives, (4) the legislative counsel of the Senate, (5) the legislative counsel of the House of Representatives, and (6) the Coordinator of Information of the House of Representatives.

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Each such elected officer and other designated individual will be paid additional compensation at the rate of 7½ percent of his existing rate of

compensation.

Subsection (d) of section 4 of the bill increases by 7.5 percent the limitations in the paragraph designated "Folding documents" under the heading "Contingent Expenses of the House" in the Legislative Appropriation Act, 1955 (Public Law 470, 83d Cong.).

INCREASE IN MAXIMUM SALARY LIMITATION FOR DIRECTORS, OFFICERS, AND EMPLOYEES OF BANKS FOR COOPERATIVES AND PRODUCTION CREDIT CORPORATIONS AND ASSOCIATIONS UNDER THE FARM CREDIT ACT OF 1938

Section 5 of the bill increases from \$13,800 to \$14,620 the maximum limitation on the rates of compensation payable to directors, officers, and employees of the Central Bank for Cooperatives, the district banks for cooperatives, the production credit corporations, and the production credit associations under the Farm Credit Act of 1933.

Under sections 2, 20, and 30 of the Farm Credit Act of 1933 (12 U. S. C., secs. 1131, 1131d, 1134, and 1134f) the Governor of the Farm Credit Administration is authorized and directed to organize and charter 12 production credit corporations, 12 banks for cooperatives, a number of local production credit associations, and a Central Bank for Cooperatives. The directors, officers, and employees of such organizations are compensated for their services under various procedures and provisions of law.

Section 66 of the Farm Credit Act of 1933 (12 U. S. C., sec. 1138f) now provides that no director, officer, or employee of the Central Bank for Cooperatives or of any production credit corporation, production credit association, or bank for cooperatives shall be paid compensation at a rate in excess of \$13,800 a year. Section 5 of the bill increases to \$14,620 such maximum salary limitation of \$13,800. Although no existing rate of compensation is actually increased by section 5, such section, by increasing such maximum salary limitation, will enable the respective appropriate salary-fixing authorities in their discretion to increase the rates of compensation payable to the directors, officers, and employees under their respective jurisdictions in accordance with existing law and procedures governing the salaries of such directors, officers, and employees.

OFFICERS AND EMPLOYEES IN THE DEPARTMENT OF MEDICINE AND SURGERY IN THE VETERANS' ADMINISTRATION

Section 6 of the bill provides increases in certain per annum rates of salary set forth in the act of January 3, 1946 (Public Law 293, 79th Cong.), as amended (38 U. S. C., secs. 15-15n) for officers and employees of the Department of Medicine and Surgery in the Veterans' Administration. These increases, which under section 13 of the bill become effective as of the first day of the first pay period which began after February 28, 1955, are in amounts equal to approximately 7.5 percent of the respective existing per annum salary rates.

It may be observed that such act of January 3, 1946, provides for

two general types of per annum rates of salary:

(1) Per annum rates of salary which are directly established by the provisions of such act for designated positions; and

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(2) Per annum rates of salary which are established by appropriate administrative action in accordance with pay ranges containing minimum and maximum rates which are set forth in such act.

Subsection (a) of section 6 increases certain minimum and maximum rates of salary contained in section 3 (d) and section 7 of the

act of January 3, 1946.

Under the existing section 3 (d) of the act of January 3, 1946, each Assistant Chief Medical Director is paid a salary in accordance with the pay range of \$13,800 minimum to \$14,800 maximum and each director of service or chief of division is paid a salary in accordance with the pay range of \$12,300 minimum to \$13,300 maximum. Subsection (a) of section 6 of the bill increases by 7.5 percent each of the foregoing minimum and maximum rates, except the existing maximum rate of \$14,800 in the pay range for each Assistant Chief Medical Director.

Under the existing section 7 of the act of January 3. 1946, grades and pay ranges of certain minimum and maximum rates are prescribed for the Medical Service, the Dental Service, and the Nursing Service of the Department of Medicine and Surgery in the Veterans' Administration. The salaries of the pay ranges for the 6 grades of the Medical Service extend from \$5,500 minimum for the lowest grade to \$11,800 maximum for the highest grade. Such salaries for the 6 grades of the Dental Service extend from \$5,500 minimum for the lowest grade to \$11,800 maximum for the highest grade. Such salaries for the 5 grades of the Nursing Service extend from \$3,740 minimum for the lowest grade to \$8,040 maximum for the highest grade. Subsection (a) of section 6 of the bill increases by 7.5 percent the minimum and maximum rates of the pay range for each of the grades of the Medical Service, the Dental Service, and the Nursing Service.

Since the increases made by subsection (a) of section 6 of the bill are increases in minimum and maximum rates for certain pay ranges, such increases will enable the per annum rates of salary of officers and employees subject to such pay ranges to be appropriately adjusted by administrative action in amounts which will reflect the increases made by such subsection (a) in such minimum and maximum rates.

Subsection (b) of section 6 of the bill increases certain single per annum salary rates which are directly established by the provisions of section 3 (e) and section 3 (f) of the act of January 3, 1946.

The existing section 3 (e) of the act of January 3, 1946, directly establishes the per annum rate of salary for the Director of Nursing Service at \$10,800 and the per annum rate of salary for the Deputy Director of Nursing Service at \$9,600. The existing section 3 (f) of such act directly establishes the respective per annum rates of salary for chief pharmacist, chief dietitian, chief physical therapist, and chief occupational therapist at \$9,600.

Subsection (b) of section 6 directly increases by 7.5 percent the per annum rates of salary contained in sections 3 (e) and 3 (f) of the act

of January 3, 1946.

Three additional observations may be made with respect to section 6 of the bill:

First, subsection (c) of such section 6 requires that each minimum rate, each maximum rate, and each single salary rate increased by subsections (a) and (b) of such section shall be rounded, as so increased, to

the nearest \$5 per annum (counting \$2.50 per annum and over as \$5 per annum) in order to simplify the computation of pay rates and facilitate payroll administration in connection with officers and employees in the Veterans' Administration covered by this section;

Second, subsection (d) of such section 6 increases from \$12,800 to \$13,760 the maximum per annum limitation on the aggregate of the amount of the pay and the allowances for any person rated as a medical, surgical, or dental specialist in accordance with the act of January 2, 1046; and

3, 1946; and
Third, no per annum rate of compensation or salary of an officer or employee in the Department of Medicine and Surgery which is now \$14,800 or more is increased by reason of the enactment of section 6

In summary, section 6 of the bill conforms to the policy established by the act of January 3, 1946, with respect to the salary structure for officers and employees in the Department of Medicine and Surgery in the Veterans' Administration (1) by increasing the amounts of certain of the per annum rates of salary directly established by such act for designated positions, thereby directly increasing the salaries of officers and employees in such positions, and (2) by increasing certain minimum and maximum rates of the pay ranges set forth in such act in order that the salaries subject to such pay ranges may be appropriately adjusted through the exercise of administrative authority.

OFFICERS AND EMPLOYEES SUBJECT TO THE FOREIGN SERVICE ACT
OF 1946

Section 7 of the bill provides increases (which under sec. 13 of the bill become effective as of the first day of the first pay period which began after February 28, 1955) in the per annum rates of salary of certain officers and employees subject to the Foreign Service Act of 1946, as amended, by increasing by approximately 7.5 percent each of the per annum rates of salary provided by sections 412 and 415 of such act.

Section 412 of the Foreign Service Act of 1946, as amended (22 U. S. C., sec. 867), establishes seven classes of Foreign Service officers including the class of career minister. The per annum salary of a career minister is fixed by such section 412 at \$14,300. The respective per annum salaries for other Foreign Service officers within such classes range from \$3,993 (the minimum scheduled rate for class 6) to \$14,300 (the maximum scheduled rate for class 1).

Section 415 of the Foreign Service Act of 1946, as amended (22 U. S. C., sec. 870), establishes 22 classes of Foreign Service staff officers and employees. The respective per annum rates of salary for officers and employees within such classes range from \$1,350 (the minimum scheduled rate for class 22) to \$11,130 (the maximum scheduled rate for class 1).

Section 7 of the bill, in effect, increases each of the per annum rates of salary contained in sections 412 and 415 of the Foreign Service Act of 1946, as amended, by an amount which is equal to 7.5 percent of such per annum rate, subject to the following provisions of the bill:

First, the second sentence of section 7 requires that each such per annum rate as so increased shall be rounded to the nearest \$5 per

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annum, counting \$2.50 per annum and over as \$5 per annum. The purpose of this provision is to simplify the computation of pay rates and facilitate payroll administration in connection with such officers and employees by expressing each of such rates as so increased in terms of the nearest \$5 per annum rather than exact dollars and cents.

Second, that provision of section 9 of the bill which requires that no such rate shall be increased by reason of the enactment of the bill to an amount in excess of \$14,800 a year prevents the full application of the 7.5 percent increase to the per annum rates under section 412 of the Foreign Service Act of 1946, as amended, for career minister (\$14,300) and for Foreign Service officers in salary steps 4 (\$14,000) and 5 (\$14,300) of class 1. This provision, in effect, limits the increase in each such case to an amount which, when added to the existing per annum rate, will not result in a new per annum rate of more than \$14,800.

## AUTHORITY FOR RETROACTIVE SALARY INCREASES BY ADMINISTRATIVE ACTION

The general purpose of section 8 of the bill is to provide authority for the granting of retroactive salary increases (corresponding to increases otherwise provided for by the bill) for those officers and employees whose rates of compensation or salary are normally fixed by administrative action pursuant to law (excluding rates fixed in accordance with prevailing rates or practices), while preserving all authority contained in existing law to fix compensation or salary by administrative action.

Section 8 contains three provisions to the following general effect: First, subsection (a) of section 8 contains a limited waiver of section 3679 of the Revised Statutes, as amended (31 U. S. C., sec. 665) (the so-called Antideficiency Act), in order to permit those rates of compensation of officers and employees of the Federal Government and the municipal government of the District of Columbia, which are fixed by administrative action pursuant to law and are not otherwise increased by the bill, to be increased retroactively to the first day of the first pay period which began after February 28, 1955, by amounts not to exceed the increases provided by the bill for corresponding rates of compensation in the appropriate schedule or scale of pay.

Second, subsection (b) of section 8 contains a specific disavowal of any authorization in the section to increase the rates of compensation fixed and adjusted in accordance with prevailing rates or practices.

Third, subsection (c) of section 8 states that this section has no effect upon the authority contained in any law pursuant to which rates of compensation may be fixed by administrative action.

Subsection (a) of section 8 is necessary, in part, because of certain requirements in section 3679 of the Revised Statutes, two of the principal requirements of which are that—

\* \* \* all appropriations or funds available for obligation for a definite period of time shall be so apportioned as to prevent obligation or expenditure thereof in a manner which would indicate a necessity for deficiency or supplemental appropriations for such period \* \* \*

and-

<sup>\* \* \*</sup> nor shall any such officer or employee involve the Government in any contract or other obligation, for the payment of money for any purpose, in advance

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of appropriations made for such purpose, unless such contract or obligation is authorized by law \* \* \*.

Sections 2, 3, 4, 5, 6, and 7 of the bill constitute authorizations by law for the payment, both retroactively and prospectively, of the increases provided by the bill for those officers and employees covered by those sections, in advance of appropriations made for the purpose of paying such increases, thus fulfilling the requirements of section 3679 of the Revised Statutes. Those rates of compensation which are fixed by administrative action can be increased prospectively by the appropriate administrator under authority of existing law and without regard to any provision contained in this bill, provided, of course, that sufficient funds are available so that a deficiency would not be created by reason of such increases. However, even if the administrator has available sufficient appropriations to grant such increases without requiring a deficiency or supplemental appropriation for the period for which he grants such retroactive compensation, such retroactive increases cannot be granted solely by administrative action. Therefore, subsection (a) of section 8 is needed to permit the administrator, if he so desires (for he is not required to do so), (1) to grant retroactive increases in amounts not to exceed those provided by the bill for corresponding rates of compensation in the appropriate schedule or scale of pay and (2) to grant prospective increases in such amounts in those cases where the administrator does not have sufficient funds available to pay such increases without creating a deficiency.

Subsection (b) of section 8 states that those rates of compensation fixed and adjusted from time to time in accordance with prevailing rates or practices are not to be deemed to be authorized to be increased by reason of any provision of section 8. The reason for the inclusion of this subsection is that such rates of compensation fixed by wage boards or similar authority can be fixed and adjusted at any time by such boards or authority because such rates are based on the rates or practices in the particular locality and by their very nature are not

susceptible to blanket treatment.

Subsection (c) of section 8 states that nothing in the section shall affect the authority contained in any law pursuant to which rates of compensation may be fixed by administrative action. Section 8 has no effect on the authority of any administrator granted to him by any other law to fix rates of compensation by administrative action. As stated in the discussion of subsection (a) of this section, his authority to grant increases or otherwise fix rates prospectively is not in any way altered by this section, for the reason that, in the exercise of his administrative authority, he may presently grant increases prospectively in any amounts without regard to any provision in this section, provided he has sufficient funds available so that a deficiency would not be created by the payment of such increases. By reason of subsection (a) of section 8, the administrator is granted some additional, but limited, authority to grant retroactive increases. However, this grant of authority in no way alters or limits his authority to fix rates as granted by any other provision of law.

MAXIMUM LIMITATION WITH RESPECT TO SALARY INCREASES

Section 9 of the bill provides a maximum salary limitation of \$14,800 which governs the amount of the increase in any rate of basic

compensation or salary which may be payable by reason of the enactment of the bill.

Specifically, section 9 limits the application of the bill, and the amount of any such increase thereunder, as follows:

First, section 9 limits the application of the bill by providing that, notwithstanding any other provision of the bill, no rate of basic compensation or salary which is \$14,800 or more a year shall be increased by reason of the enactment of the bill.

Second, section 9 limits the amount of any increase provided for under the bill by providing that, notwithstanding any other provision of the bill, no rate of basic compensation or salary otherwise within the purview of the bill shall be increased to an amount in excess of \$14,800 a year by reason of the enactment of the bill.

CLASSES OF PERSONS ENTITLED TO RECEIVE PAYMENT OF RETROACTIVE SALARY INCREASE

Section 10 of the bill specifies the classes of persons entitled to receive payment of the amount of any increase in compensation or salary which is payable, under authority of any provision of the bill, with respect to an officer or employee within the purview of the bill, for any retreactive period of service of such officer or employee which is covered by the bill.

Subsection (a) of section 10 provides, in effect, that the amount of any increase in the rate of compensation or salary of any individual made by reason of the enactment of the bill for any period, beginning on or after the first day of the first pay period which began after February 28, 1955, and ending on or before the date of enactment of the bill, during which such individual was on any employment roll (excluding time in an employment status with respect to which no compensation or salary was payable) of the Federal Government or of the municipal government of the District of Columbia, shall be paid as follows:

(1) To such individual, if, on such date of enactment, he (A) is on any such employment roll, (B) is in the service of the Armed Forces of the United States, or (C) is retired under any retirement law or retirement system for civilian officers and employees in or under the Federal Government or the municipal government of the District of Columbia; or

(2) to the survivor or survivors, in accordance with the order of precedence and other provisions contained in the act of August 3, 1950 (Public Law 636, 81st Cong.), as amended (5 U. S. C., sees. 63f-63k), relating to the settlement of the accounts of deceased Government officers and employees, of any such individual who has died prior to such date of enactment, if, at the time of his death, such individual was (A) on any such employment roll, (B) in the service of the Armed Forces of the United States, or (C) retired under any such retirement law or retirement system.

The order of precedence for payment to survivors specified in the act of August 3, 1950, is as follows: First, the beneficiary or beneficiaries appropriately designated by the deceased officer or employee; second, the widow or widower of such officer or employee; third, the child or children of such officer or employee and descendants of

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deceased children by representation; fourth, the parent or parents of such officer or employee; and fifth, the legal representative of the estate of such officer or employee or, if none, to the person or persons determined to be entitled thereto under the laws of the domicile of

the officer or employee.

It may be noted that the language of subsection (a) of section 10 expressly provides for payment of the increase in compensation or salary for the retroactive period to the survivor or survivors of a deceased individual only in the case in which such individual dies prior to the date of enactment of the bill. If the individual dies on or after such date of enactment, his right to receive payment of such increase would have vested in him during his lifetime under that part of subsection (a) which provides for payment to an individual on the employment rolls on such date. Consequently, the survivor or survivors of such individual would be entitled to receive payment of the unpaid amount of such increase as an item of the employment account of such individual to be settled under the provisions of the act of August 3, 1950, in the same manner as such act applies with respect to the settlement of accounts of deceased Government officers and employees generally.

Subsection (b) of section 10 provides that, in the case of an indi-

Subsection (b) of section 10 provides that, in the case of an individual who is relieved from training and service in the Armed Forces of the United States or who is discharged from hospitalization following such training and service, the period provided by law for the mandatory restoration of such individual to a position in or under the Federal Government or the municipal government of the District of Columbia also shall be deemed to be service in the Armed Forces of the United States for the purposes of section 10. This mandatory restoration period of 90 days in the case of relief from such training and service and 90 days after relief from not more than 1 year of such hospitalization is established by section 9 of the Universal Military Training and Service Act (50 App. U. S. C., sec. 459).

EXCLUSION FROM SALARY INCREASES PROVIDED BY THE BILL OF OFFICERS AND EMPLOYEES UNDER CLASSIFICATION ACT OF 1949 ENTITLED TO SALARY INCREASES UNDER POSTAL FIELD SERVICE COMPENSATION ACT OF 1955

Section 11 of the bill provides, in effect, that an officer or employee, who is in a position subject to the Classification Act of 1949, as amended, which will be reclassified in the postal field service under the Postal Field Service Compensation Act of 1955 (Public Law 68, 84th Cong.) and who is entitled to receive an increase in basic salary by reason of section 701 of the latter act, shall not be entitled to receive the increase provided by this bill for officers and employees subject generally to the Classification Act of 1949, as amended, for any period for which he is entitled to receive such increase in basic salary under the Postal Field Service Compensation Act of 1955.

Section 701 of the Postal Field Service Compensation Act of 1955 provides, in pertinent part, that the basic salary of each "employee" paid under the Classification Act of 1949, as amended, shall be increased by 6 percent, effective March 1, 1955. The term "employee," as defined for purposes of the Postal Field Service Compensation Act of 1955, restricts the class of employees paid under the Classification

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Act of 1949, as amended, who receive such basic salary increase under such section 701, to those officers and employees who are in the postal field service and whose positions are to be reclassified in the postal field service in accordance with the Postal Field Service Compensation Act of 1955.

Since the references in this bill to officers and employees do not exclude specifically employees in the above-mentioned class covered by the Postal Field Service Compensation Act of 1955, the provisions of section 11 are included in the bill in order to avoid the possibility of any inference that such employees will be entitled to receive under this bill increases in basic salary for any period for which they are entitled to receive such increases under section 701 of the Postal Field Service Compensation Act of 1955. Section 11 of the bill insures that such is not the case.

NUMBER OF POSITIONS IN GRADES 16, 17, AND 18 OF GENERAL SCHEDULE OF CLASSIFICATION ACT OF 1949

Section 12 of the bill amends, repeals, and consolidates existing provisions governing the number of positions allowable in grades 16, 17, and 18 of the general schedule of the Classification Act of 1949—the so-called supergrade positions.

Subsection (a) of section 12 amends section 505 of the Classification Act of 1949, as amended (5 U. S. C., sec. 1105). Such section 505, as now in effect, provides—

(1) That no position shall be placed in grade 16 or grade 17 of the general schedule except by action of, or after prior approval by, the United States Civil Service Commission;

(2) That no position shall be placed in or removed from grade 18 of the general schedule except by the President, upon recommendation of the United States Civil Service Commission;

(3) That at any one time there shall not be more than 400 positions in grade 16, not more than 115 positions in grade 17, and not more than 35 positions in grade 18, of the general schedule; and

(4) That the number of positions of senior specialists in the Legislative Reference Service of the Library of Congress allocated to grade 16, 17, or 18 of the general schedule by reason of the proviso contained in section 203 (b) (1) of the Legislative Reorganization Act of 1946 (2 U. S. C., sec. 166 (b) (1)) shall be in addition to the number of positions authorized to be placed in such grades as specified above.

However, in addition to the number of positions which are authorized to be placed in grades 16, 17, and 18 of the general schedule under section 505 of the Classification Act of 1949, certain of the various appropriation acts and other laws (including certain reorganization plans) have authorized, from time to time, the placing of additional numbers of positions in grades 16, 17, and 18 of the general schedule. In some instances this has been done without regard to any of the restrictions of section 505. In most instances, however, only the overall maximum limitation of 550 positions has been waived, the standards and procedures of that section continuing to apply. At the present time, a total of 1,181 positions have been authorized for grades GS-16, 17, 18 of the general schedule. Of these positions, 631

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exist under 19 authorities other than section 505 of the Classification Act of 1949.

Therefore, section 505 of the Classification Act of 1949, as now in effect, in and of itself does not even approximately reflect the existing state of the law with respect to the total number of positions which may be placed in grades 16, 17, and 18 of the general schedule—the so-called supergrades. Such section 505 is only 1 of 20 different authorities authorizing positions in these grades. This situation subverts the original intent and purpose of section 505 of the Classification Act of 1949.

The committee believes it would be highly desirable if the Congress could look to 1 law and 1 agency of the executive branch, namely the United States Civil Service Commission, for overall authorization and control of the allocation of positions to these top grades of the Classification Act of 1949. The provisions of section 12 of the bill are aimed in that direction.

The committee also recommends that the Director of the Bureau of the Budget exercise his full powers to disapprove requests of agencies of the executive branch, in connection with appropriation estimates or otherwise, for individual exceptions from the new numerical limitation of 1,200 proposed in this bill when it is enacted into law. If there should develop strong need for increasing this figure above the statutory maximum, the committee would expect the United States Civil Service Commission to present the matter promptly to the Committee on Post Office and Civil Service of the House of Representatives and the Committee on Post Office and Civil Service of the Senate for appropriate modification.

In order to consolidate the provisions of existing law relating to the number of positions which may be placed in grades 16, 17, and 18 of the general schedule and enable the usual and ordinary legislative procedures and processes (in accordance with appropriate committee jurisdiction) to obtain in connection with future legislative proposals concerning all such matters, section 12 of the bill contains provisions,

First, subsection (a) of section 12 of the bill amends the existing section 505 of the Classification Act of 1949 to the following effect:

(1) Subsection (a) of such section 505 provides that no position shall be placed in grade 16, 17, or 18 of the general schedule except by action of, or after prior approval by, a majority of the Civil Service Com-

(2) Subsection (b) of such section 505 provides that a majority of the Civil Service Commissioners are authorized to establish and (from time to time) revise the maximum number of positions (not to exceed 1,200) which may be in grades 16, 17, and 18 of the general schedule at any one time. However, under this authority such maximum. mum number of positions shall not exceed 325 for grade 17 and 125 for grade 18. Moreover, the number of positions which may be placed in grades 16, 17, and 18 under this authority does not include certain positions of senior specialists in the Legislative Reference Service of the Library of Congress, certain positions in the General Accounting Office, and certain positions in the Federal Bureau of Investigation, United States Department of Justice, which may be placed in grades 16, 17, and 18 under subsections (c), (d), and (e) of the new section 505 of the Classification Act of 1949, as contained in section 12 of the bill.

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Finally, it is required that the United States Civil Service Commission shall report annually to the Congress (a) the total number of positions established by the above-mentioned majority of the Civil Service Commissioners for grades 16, 17, and 18 of the general schedule and (b) the total number of positions so established for each such grade;

(3) Subsection (c) of such section 505 continues the existing provision of section 505 relating to senior specialists in the Legislative Reference Service of the Library of Congress. Such provision is rephrased in more explicit language but the effect of the provision

remains unchanged;

(4) Subsection (d) of such section 505 authorizes the Comptroller General of the United States, subject to the procedures prescribed by section 505, to place a total of 25 positions in the General Accounting Office in grades 16, 17, and 18 of the general schedule. These positions are to be in addition to the number of positions authorized to be placed in such grades by a majority of the Civil Service Commissioners

under the new subsection (b) of section 505; and
(5) Subsection (e) of such section 505 authorizes the Director of the Federal Bureau of Investigation, United States Department of Justice, without regard to any of the provisions of section 505, to place a total of 37 positions in the Federal Bureau of Investigation in grades 16, 17, and 18 of the general schedule. These positions are to be in addition to the number of positions authorized to be placed in such grades by a majority of the Civil Service Commissioners under

the new subsection (b) of section 505.
Second, subsection (b) of section 12 of the bill provides that positions in grade 16, 17, or 18, as the case may be, of the general schedule of the Classification Act of 1949, as amended, immediately prior to the effective date of section 12, shall remain on and after such effective date, in their respective grades, until other action is taken under the applicable provisions of section 505 of such act as in effect on and after such effective date. The purpose of this provision is (1) to continue in such grades those positions which are currently in such grades under authority of the respective existing provisions of law relating thereto until other appropriate action is taken under the new section 505 with respect to placement of positions in such grades and (2) to continue the authority for the payment of the compensation of individuals in such positions.

Third, subsection (c) of section 12 of the bill repeals certain parts of laws and certain reorganization plans under which certain positions (in addition to those provided for under the existing sec. 505 of the Classification Act of 1949) are currently placed in grades 16, 17, and

18 of the general schedule.

#### EFFECTIVE DATES

Section 13 of the bill prescribes the several dates on which the provisions of the respective sections of the bill are to become effective and provides that, only for the purpose of determining the amount of insurance for which an individual is eligible under the Federal Employees' Group Life Insurance Act of 1954, changes in rates of compensation or salary which result from the enactment of the bill shall be effective on the first day of the first pay period which begins on or after the date of enactment of the bill.

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Section 13 of the bill is to become effective on the date of enactment of the bill in order to make effective those provisions which establish the effective dates for the other sections of the bill.

The respective sections of the bill (other than sec. 13) are to take

effect as follows:

(1) The first section (providing a short title for the proposed new salary increase law), section 2 (providing increases in the rates of basic compensation of officers and employees subject to the Classification Act of 1949, as amended), section 3 (providing increases in the rates of basic compensation of certain officers and employees in or under the judicial branch of the Federal Government), section 4 (providing increases in the rates of compensation of certain officers and employees in or under the legislative branch of the Federal Government), section 5 (increasing the maximum limitation on the rates of compensation payable to directors, officers, and employees of certain banks and production credit corporations and associations under the Farm Credit Act of 1933), section 6 (providing increases in the rates of basic compensation payable to officers and employees in the Department of Medicine and Surgery in the Veterans' Administration), section 7 (providing increases in the rates of basic compensation of certain officers and employees subject to the Foreign Service Act of 1946, as amended), and section 9 (imposing a maximum limitation of \$14,800 with respect to the rates of compensation increased by the bill) are to have retroactive effect as of the first day of the first pay period which began after February 28, 1955.

(2) Section 8 (granting authority for corresponding retroactive increases by administrative action in the rates of compensation of certain officers and employees of the Federal Government and the government of the District of Columbia whose rates of compensation are normally fixed by administrative action pursuant to law), section 10 (defining the classes of individuals to whom the increases in compensation for the retroactive period covered by the bill are payable), section 11 (relating to the ineligibility of certain officers and employees who receive salary increases under the Postal Field Service Compensation Act of 1955 to receive the salary increases provided by the bill), and section 12 (amending, repealing, and consolidating existing provisions of law governing the maximum number of positions allowable in grades 16, 17, and 18 of the general schedule of the Classification Act of 1949, as amended) are to take effect on the date of enact-

ment of the bill into law. .

Subsection (c) of section 13 establishes the first day of the first pay period which begins on or after the date of enactment of the bill as the date on which the changes in rates of compensation or salary made by the bill take effect for the purpose of determining the amount of insurance for which an officer or employee is eligible under the Federal Employees' Group Life Insurance Act of 1954 (Public Law 598, 83d Cong.).

The Federal Employees' Group Life Insurance Act of 1954 provides that a Government officer or employee is eligible to be insured for an amount approximating his annual compensation. This bill will provide increases in the annual compensation or salaries of certain of these officers and employees not only prospectively but retroactively, thus affecting the amount of insurance for which certain of such officers and employees are eligible. Because the increase provided by this

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bill is retroactive in part, certain problems could arise as a result of such retroactivity if this subsection were omitted from the bill. For example, certain problems could arise (1) as to the liability of the officer or employee to pay premiums for insurance based on this increased annual compensation retroactive to the effective date of the increase, (2) as to the amount of insurance which a deceased officer or employee who died during the retroactive period was eligible to be insured for at the time of his death, and (3) as to the amount of insurance which an officer or employee who retired during the retroactive period was eligible to be insured for at the time of his retirement. Therefore, in order to avoid any such problems, subsection (c) of section 13 provides that the increases provided by the bill will take effect on the first day of the first pay period which begins on or after the date of enactment only for the purpose of determining the amount of insurance which an officer or employee is eligible to be insured for under the Federal Employees' Group Life Insurance Act of 1954. Thus, those officers and employees who will become eligible for increased amounts of insurance, by reason of the increases provided by reason of the enactment of this bill, will become eligible for such increased amounts of insurance only for the future, and the respective amounts of insurance for which they are eligible during the retroactive period of the increase provided by the bill will remain unchanged.

#### CHANGES IN EXISTING LAW

In compliance with clause 3 of rule XIII of the Rules of the House of Representatives, changes in existing law made by the bill, as passed by the Senate, are shown as follows (existing law proposed to be omitted is enclosed in black brackets, new matter is printed in italics, existing law in which no change is proposed is shown in roman):

SECTION 603 (b) AND (c) OF THE CLASSIFICATION ACT OF 1949, AS AMENDED

(b) The compensation schedule for the General Schedule shall be as follows:

Grade			Per a	nnum rat	es		
GS-1	\$2,500	\$2,580	\$2,660	\$2,740	\$2,820	\$2,900	\$2,980
GS-2	2,750	2, 830	2, 910	2,990	3,070	3, 150	3, 230
GS-3	2, 950	3,030	3, 110	3, 190	3, 270	3, 350	3, 430
GS-4	3, 175	3, 255	3,335	3, 415	3, 495	3, 575	3, 655
GS-5	3,410	3,535	3,660	3,785	3, 910	4, 035	4, 160
GS-6	3, 795	3,920	4,045	4, 170	4, 295	4, 420	4,545
GS-7	4, 205	4,330	4, 455	4,580	4,705	4, 830	4, 955
GS-8	4,620	4,745	4,870	4, 995	5, 120	5, 245	5,370
GS-9.	6,060	5, 185	5,310	5, 435	5, 560	5, 685	5, 810
GS-10	5,500	5,625	5,750	5, 875	6,000	6, 125	6, 250
GS-11	5,940	6, 140	6,340	6,540	6,740	6, 940	-,
GS-12.	7,040	7, 240	7,440	7,640	7,840	8,040	
GS-13.	8, 360	8,560	8,760	8, 960	9, 160	9, 369	
GS-14	9.600	9,800	10,000	10, 200	10, 400	10, 600	
GS-15	10,800	11,050	11,300	11,550	11,800	,	
GS-16	12,000	12, 200	12,400	12,600	12,800		
GS-17	13,000	13, 200	13, 400	13,600	13, 800		
GS-18	14,800	,	,	,	,		1

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(b)	Tho	commensation	ochodulo	for	tha	Clam anal	Sahadaila	ahall ha	÷.	£011 00000

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Grade			Per o	annum rate	8		
1	*2,700	\$2,890	\$2,900	\$3,000	\$3,100	\$3,200	\$3,300
2	3,050	3,150	3.250	3,350	3,450	3.550	3,650
3	3,300	3,400	3,500	3,600	3.700	3,890	3,900
4		3.675	3,775	3.875	3,975	4,075	4.175
δ	3,850	4,000	4, 150	4,300	4, 450	4,600	1,750
6	4,275	4, 425	4.575	4,725	4,875	5.025	5. 175
7	4,725	4,875	5.025	5.175	5.325	5, 475	5,625
8	5, 175	5.325	5, 475	5,625	5,775	5.925	6,075
9	5.650	5,800	5,950	6.100	6,250	6, 400	6,550
10	6.125	6, 275	6, 425	6.575	6,725	6.875	7,025
11	6.000	6,825	7.050	7.275	7.500	7.725	1,020
12	7.800	8,050	8.300	8.550	8,800	9,050	
13	9,100	9,350	9.600	9.850	10, 100	10,350	
14	10,400	10,650	10,900	11,150	11, 400	11.650	
16	11,700	11,950	12, 200	12, 450	12,700	11,000	
16	13.000	13, 250	13. 500	13,750	14,000		
17	11.100	14,350	14,600	10,100	14,000		
18	14,800	14,000	14,000				

**【**(c) (1) The compensation schedule for the Crafts, Protective, and Custodial Schedule shall be as follows:

[Grade			Per a	nnum rate	08		
CPC-1 CPC-2	\$1,810	\$1,870	\$1,930	\$1,990	\$2,050	\$2,110	<b>\$2,</b> 170
OPC-3	2, 420 2, 552	2, 490 2, 632	2,560 $2,712$	2, 630 2, 792	2, 700 2, 872	2, 770 2, 952	2, 840 3, 032
CPC-4 CPC-5	2, 750 2, 974	2, 830 3, 051	2, 910 3, 134	2, 990	3,070	3, 150	3, 230
OPO-6	3, 200	3, 280	3, 360	3, 214 3, 440	3, 294 3, 520	3, 374 3, 600	3, 454 3, 680
CPC-7 CPC-8	3, 435 3, 740	3, 535 3, 865	3, 635 3, 990	3, 735 4, 115	3, 835 4, 210	3, 935 4, 365	4, 035 4, 490
CPC-9 CPC-10	4, 150	4, 275	4, 400	4,525	4,650	4,775	4,900
01 0-10-10-1-1-1	4.565	4, 690	4. 815	4 940	5 065	5 100	5 31 =

[2] Charwomen working part time shall be paid at the rate of \$2,700 per annum, and head charwomen working part time at the rate of \$2,840 per annum.]

(c) (1) The compensation schedule for the Crafts, Protective, and Custodial Schedule shall be as follows:

Grade		Per annum vates									
9	\$1,900 2,550	\$1,970	\$2,040	\$2,110	\$2,180	\$2,250	\$2,320				
3	2,700	≈,630 2.800	2,710 2,900	2,790 3,000	2,870 3,100	2,950 3,200	3, 030 3, 300				
4	3,050 3,300	3, 150 3, 400	3,250 3,500	3, 350 3, 600	3, 450 3, 700	3,550 3,800	3,650 3,900				
6	3,575	3,675	3,775	3,875	3,975	4,075	4, 175				
8	. 3,850 . 4,275	4, 00 <b>0</b> 4, 425	4, 150 4, 575	4,300 4,725	4, 450 4, 875	4,600 5.025	1,750 5,175				
10	. 4,725 . 5,175	4, 87 <b>5</b> 5, 325	5,025 5,475	5, 175 5,625	5,325 5,775	5,475 5,925	5,625 6,075				

(2) Charwomen working part time shall be paid at the rate of \$2,870 per annum, and head charwomen working part time at the rate of \$3,030 per annum.

#### SECTION 753 (e) OF TITLE 28, UNITED STATES CODE

(e) Each reporter shall receive an annual salary to be fixed from time to time by the Judicial Conference of the United States at not less than \$3,000 nor more than [\$6,000] \$6,600 per annum. All supplies shall be furnished by the reporter at his own expanse. at his own expense.

#### SECTION 2 (a) AND (b) OF THE ACT OF OCTOBER 24, 1951

Sec. 2. (a) Each officer and employee in or under the legislative branch of the Government (other than an employee in the office of a Senator) whose rate of compensation is increased by section 5 of the Federal Employees Pay Act of 1946 shall be paid additional compensation at the rate of 10 per centum of the aggregate rate of his basic compensation and the rate of the additional compensation received by him under sections 501 and 502 of the Federal Employees Pay Act of 1945, as amended, section 301 of the Postal Rate Revision and Federal Employees Salary Act of 1948, and the provisions under the heading "Increased pay for legislative employees" in the Second Supplemental Appropriation Act, 1950, except that (1) no such officer or employee shall be paid additional compensation at a rate less than \$300 per annum or in excess of \$800 per annum, and (2) employees paid on an hourly or part-time basis shall be paid additional compensation at the rate of 20 cents 2000/08/22: CIA-RDP59-00224A000100640003-2

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(b) The provisions of section 603 (b) of the Federal Employees Pay Act of 1945, as amended, section 7 (b) of the Federal Employees Pay Act of 1946, as amended, section 303 (c) of the Postal Rate Revision and Federal Employees Salary Act of 1948, and the provisions of paragraph (b) under the heading "Increased pay for legislative employees" in the Second Supplemental Appropriation Act, 1950, shall not apply to officers or employees subject to the provisions of subsection (a) or to employees in the offices of Senators, but no such officer or employee, or any other officer or employee of the Senate or House of Representatives, shall be paid with respect to any pay period basic compensation or basic compensation plus additional compensation at a rate in excess of **T\$11.6467** \$12.810 per annum unless expressly authorized by law. [\$11,646] \$12,810 per annum unless expressly authorized by law.

SECOND PROVISO IN PARAGRAPH IN LEGISLATIVE BRANCH APPROPRIATION ACT, 1947, RELATING TO THE AUTHORITY OF SENATORS TO REARRANGE BASIC SALARIES OF EMPLOYEES IN THEIR RESPECTIVE OFFICES

[Provided further, That no salary shall be fixed under this paragraph at a basic rate of more than \$5,880 per annum, except that the salary of one employee, other than the administrative assistant, in the office of each Senator may be fixed at a basic rate of not more than \$7,200 per annum and the salary of the administrative basic rate of not more than \$7,320 per annum and the salary of the administrative assistant to each Senator may be fixed at a basic rate of not more than \$8,400 per

Paragraph Designated "Folding Documents" Under Heading "Contingent Expenses of the Senate" in Legislative Appropriation Act, 1955

Folding documents: For the employment of personnel for folding speeches and pamphlets at a gross rate of not exceeding [\$1.50] \$1.65 per hour per person, \$27,000.

Paragraph Designated "Folding Documents" Under Heading "Contingent Expenses of the House" in Legislative Appropriation Act, 1955

Folding documents: For folding speeches and pamphlets, at a gross rate not exceeding [\$2] \$2.20 per thousand or for the employment of personnel at a gross rate not exceeding [\$1.50] \$1.65 per hour per person, \$125,000.

PARAGRAPH UNDER THE HEADING "INCREASED PAY FOR LEGISLATIVE EM-PLOYEES" IN THE SECOND SUPPLEMENTAL APPROPRIATION ACT, 1950

INCREASED PAY FOR LEGISLATIVE EMPLOYEES

That (a) each officer or employee in or under the legislative branch of the Government [(other than an employee in the office of a Senator)] whose rate of compensation is increased by section 5 of the Federal Employees Pay Act of 1946 shall be paid additional compensation at the rate of 5 per centum of the aggregate rate of his basic compensation and the rate of the additional compensation received by him under sections 501 and 502 of the Federal Employees Pay Act of 1945, as amended, and section 301 of the Postal Rate Revision and Federal Employees Salary Act of 1948.

SECTION 66 OF THE FARM CREDIT ACT OF 1933

SEC. 66. No director, officer, or employee of the Central Bank for Cooperatives, or of any production credit corporation, production credit association, or bank for cooperatives shall be paid compensation at a rate in excess of [\$13,800] \$14,800 per annum.

SECTION 8 (d) OF PUBLIC LAW 293, 79TH CONGRESS

(d) Any person, rated as a medical, surgical, or dental specialist under the provision of this section, shall receive, in addition to his basic pay, an allowance equal to 25 per centum of such pay: Provided, That in no event shall the pay plus the allowance authorized by this subsection exceed [\$12,800] \$14,080 Approved FOR Release 2000/08/22: CIA-RDP59-00224A000100640003-2

#### ADDITIONAL VIEWS

These accompanying views are submitted to reiterate our firm conviction that the salary increase for classified Federal employees should be at least 8 percent, instead of the 7.5 percent provided for in the reported bill, and to make clear that agreement to report the bill does not alter that conviction. An increase of 8 percent is essential to maintain parity of salaries for postal and classified employees.

Aside from this fundamental difference, however, the reported bill

Aside from this fundamental difference, however, the reported bill is a constructive measure, and it is with a feeling of unmixed satisfaction that we contemplate the early completion, in the 1st session of the 84th Congress, of action to give both postal and classified employees of the Government their long-awaited salary increases—increases which the 83d Congress did not provide.

In our judgment, also, it is both appropriate and advisable at this time to take stock of the situation and to spread on the record the facts with respect to the salary increases for Federal employees which

now are assured in this Congress.

It would be easy, in the first flush of enthusiasm, to overlook certain important factors which entered into the approval by the House Post Office and Civil Service Committee of this legislation to increase the salaries of our 1 million classified Federal employees. We should carefully note and remember, for future guidance, the long and often discouraging fight for fair pay adjustments for both postal and classified employees. Had it not been for this resolute struggle—all the way down from the very beginning in the 83d Congress to the present—there would have been no pay legislation for classified employees even remotely comparing in benefits to the reported bill.

Last year the administration proposed a bill, for example, which would have provided no increases at all in grades GS-1 and GS-2, a \$50 increase in GS-3, and a \$75 increase in GS-4. The proposal was heavily weighted in favor of the higher grades. It was not a "pay increase," but a readjustment of pay schedules, or "reclassification," to provide more money for higher positions. It ignored the needs of Federal employees and their entitlement to a fair salary adjustment

mcrease, but a readjustment of pay schedules, of Teclassification, to provide more money for higher positions. It ignored the needs of Federal employees and their entitlement to a fair salary adjustment. The reported bill, in sharp contrast, will provide average raises of \$205 for each employee in grade GS-1, \$220 for each one in GS-2, \$235 for each one in GS-3, and \$255 for each one in GS-4—the salary grades where cost-of-living increases are most urgently needed. The difference in these grades, which include over 40 percent of classified employees, often is the difference between a reasonable standard of living and having to do without bare necessities of life.

This comparison is set forth completely in the schedule (exhibit A) following these views, which further demonstrates the greatly increased benefits of the reported bill over the original proposal.

We think it is entirely a fair statement to say that comparatively little of the benefits, amounting to nearly half a billion dollars for postal and classified employees together, would have been provided

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without the long, hard fight for their rights-a fight in which we were

proud to take part.

This year, the administration recommended an average increase for the great bulk of classified employees of 5 percent, as compared to the 7½ percent in the reported bill. These employees, therefore, will receive an average of nearly 50 percent more than the administration was willing to give even as late as last month, and some will receive as much as 80 percent more. This results from fairer distribution in the reported bill of the amount of the increase, which is applied to each step in each grade whereas the proposal last year would have given the biggest percentage increases to the entrance steps.

Our unalterable conviction that an 8-percent increase should be given each and every classified Federal employee to place his salary in proper relationship to those of postal workers is based first of all upon the record of salary legislation for these two groups over the past quarter century. We feel that the great majority of Members

of the House of Representatives share this opinion.

During the period from 1926 to the end of World War II in 1945-postal workers lagged far behind in pay increases. In what was probably an effort to make up for this unfortunate treatment, the tendency of Congress beginning in 1945 has been to grant postal employees salary increases somewhat higher than those granted classified Federal employees. The overall record (see exhibit B), however, discloses that as of the present time a relatively fair and balanced relationship has been achieved between salaries of postal and classified workers. One example, evidencing the intent of Congress to maintain this balanced relationship, was the \$120 increase granted each postal employee in November 1949, immediately after the Classification Act of 1949 granted upward adjustments averaging \$140 for each classified employee.

This policy of Congress to establish and continue a definite relationship between the salaries of postal and classified Federal employees is both equitable and practicable. To disturb it now is most inadvisable

as well as unfair.

As a matter of fact, in this connection, any contention that postal workers have received only an 8-percent increase is erroneous. Some 65 percent of the postal employees actually received increases averaging 8.3 percent or better. City carriers, distribution clerks, window clerks, and motor-vehicle operators will receive increases averaging 8.35 percent. Postmasters and supervisors will receive a much higher average increase, as shown in the appendix which is a part of the minority views printed in House Report No. 224, accompanying H. R. 4644. We are reasonably certain, moreover, that when the budget figures are presented next January it will be found that the postal pay increase costs 8.4 percent of payroll or even more—a far cry from the 8-percent figure now contended.

Thus, without in any way implying that such increases for postal workers are excessive—for we fought for higher increases and know they are richly deserved—it is apparent, nevertheless, that if the 7.5-percent increase for classified employees is finally approved it will create a new and unjustified lag in their salaries as compared with those of postal employees. If this is done, it is not only possible but probable that Congress in the near future will be faced with the

necessity of correcting this inequity.

FEDERAL EMPLOYEES SALARY INCREASE ACT OF 1955 3

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Nor is our support of an 8-percent increase founded on equitable considerations alone. Classified Federal employees have fully earned such an increase. Along with postal employees, they have contributed a major share to keeping the cost of Government at a reasonable figure by redoubling their efforts and increasing their efficiency and productivity. They have not received proper recognition in terms of salary adjustments over the past number of years. The result has forced them to fall far behind in the economic scale as well as the cost-of-living scale. This legislation will at least partly rectify the situation. We have agreed, therefore, to report the bill with the 7.5-percent increase in order to bring the measure to the floor without unnecessary delay, although we remain strongly convinced that the increase should be 8 percent to do full justice to our classified Federal employees. We accordingly reserve our rights to continue seeking that objective.

John E. Moss, Jr.
Dante B. Fascell.
Chet Holifield.
T. James Tumulty.
Gracie Pfost.
Joel T. Broyhill.
George M. Rhodes.
James H. Morrison.
John Lesinski.

Exhibit A.—Comparison of reported bill and earlier salary proposal

		Reported bi	11	Administration's first bill			
Grade and step	Employees	Increase (7.5 per cent in each step)	Amount	Increase	Percent	Amount	
GS-1:     Step 1.     Step 2.     Step 3.     Step 4.     Step 5.     Step 6.     Step 7. GS-2:     Step 1.     Step 2.     Step 3.     Step 4.     Step 6.     Step 7. GS-2:     Step 1.     Step 2.     Step 3.     Step 4.     Step 5.     Step 6.     Step 7. GS-3:     Step 1.     Step 7. GS-3:     Step 1.     Step 4.     Step 5.     Step 6.     Step 6.     Step 7. GS-3:     Step 1.     Step 1.     Step 2.     Step 3.     Step 4.     Step 5.     Step 6.     Step 6.     Step 7. GS-4:	597 349 312 189 219 1,016 31,228 12,739 9,982 9,325 5,722 6,368 21,761 36,659 26,151 23,652 17,582	\$190 195 200 205 210 215 220 205 215 220 225 230 235 220 225 230 235 240 245 246 246 246	\$684, 950 116, 415 69, 800 63, 960 39, 690 46, 085 223, 520 6, 399, 740 2, 675, 190 2, 146, 130 2, 051, 500 1, 287, 450 1, 464, 640 5, 113, 833 8, 064, 980 5, 883, 975 5, 439, 960 4, 131, 770 2, 986, 080 3, 727, 920 12, 485, 000	None None None None None None None None	None None None None None None None None	None None None None None None None None	
Step 1. Step 2. Step 3. Step 4. Step 4. Step 6. Step 7.	10, 493 9, 983 14, 861	240 245 250 255 260 265 270	4, 803, 840 4, 300, 485 3, 499, 500 2, 675, 715 2, 595, 580 3, 938, 165 9, 626, 310	75 75 75 75 75 75 75 75	2. 36 2. 30 2. 25 2. 20 2. 14 2. 09 2. 04	1, 501, 200 1, 316, 475 1, 049, 850 786, 975 748, 725 1, 114, 575 2, 678, 975	

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Exhibit A.—Comparison of reported bill and earlier salary proposal—Continued

		Reported bil	u	Administration's first bill			
Grade and step	Employees	Increase (7.5 per cent in each step)	Amount	Increase	Percent	Amount	
33S-5.							
Step 1. Step 2. Step 3. Step 4. Step 5. Step 6. Step 7.	15,072	255 265	\$3, 843, 360 3, 253, 405 3, 136, 925	\$190   190	5. 54 5. 37	\$2, 863, 680 2, 332, 630	
Step 3	12, 277 11, 407	275	3, 136, 925	190	5. 19	2, 167, 330	
Step 4	13, 489	285 295	3, 844, 365	190 190	5. 02 4. 85	2, 562, 910 2, 000, 130	
Step 6	10, 527 8, 226	305	2, 508, 930	190	4.67	1, 562, 940	
Step 7	22, 600	315	3, 844, 365 3, 105, 465 2, 508, 930 7, 119, 000	190	4. 50	4, 294, 000	
C48-6 Step 1 Step 2 Step 3 Step 4 Step 5 Step 6 Step 7	5, 253	285	1, 497, 105	205	5.40	1,076,865	
Step 2	5, 253 4, 773	295	1, 497, 105 1, 408, 035	205	5. 23 5. 06	1,076,865 978,465	
Step 3	4, 192 3, 865	305 315	1, 278, 560 1 217 475	205 205	5.05 4.89	859, 360 792, 325	
Step 5	3, 865 4, 232	325	1, 375, 400	205	4.89 4.72	792, 325 867, 560	
Step 6	4, 051 10, 321	335 345	1, 278, 560 1, 217, 475 1, 375, 400 1, 357, 085 3, 560, 745	205 205	4. 55 4. 38	830, 455 2, 115, 805	
118-7:	10, 021	İ		1	ŀ		
Step 1	18, 347	315 325	5,779,305	195 195	4. 63 4. 50	3, 571, 665	
Step 3	14, 837 11, 539	335	4,822,025 3,865,565	195	4. 37	2, 893, 215 2, 250, 105 1, 975, 935 1, 267, 500	
Step 4	10, 133	345	3, 495, 885 2, 307, 500	195	4. 24 4. 11	1, 975, 935	
Step 6	6,500 6,543	355 365	2, 307, 500	195 195	3, 98	1, 275, 885	
Step 1 Step 2 Step 3 Step 4 Step 5 Step 6 Step 6 Step 7	20,877	375	2, 388, 195 7, 828, 875	195	3.85	4,071,015	
118-8: Step 1	3, 105	345	1,071,225	180	3.89	558, 900	
Step 2	2, 944	355	1.045.120	180	3.79	558, 900 529, 920 423, 900 442, 800	
Step 3	2, 355 2, 360	365 375	859, 575 885, 000	180 180	3, 69 3, 59	423, 900 442, 800	
Step 5	3, 653	385	1,406,405	180 1	3.49	657, 540	
Step 6	1,973	395	1,406,405 779,335 2,090,610	180	3. 39 3. 29	657, 540 355, 140 929, 160	
**************************************	5, 162	405		180	3. 29		
Step 1	16, 191	380	6, 152, 580 6, 044, 220 4, 259, 600	240	4.74	3, 885, 840 3, 719, 520 2, 555, 760	
Step 2	15, 498 10, 649	390 400	6, 044, 220 4 259 600	240 240	4. 63 4: 52	3, 719, 520 2, 555, 760	
Step 4	9, 439	410	3 960 UON I	240	4.41	2 265 300	
Step 5	5, 768 4, 876	420 430	2, 422, 560	240 240	4. 30 4. 19	1, 384, 320 1, 170, 240	
Step 1 Step 2 Step 3 Step 4 Step 5 Step 6 Step 6 Step 7	4, 876 16, 069	440	2, 422, 560 2, 096, 680 7, 070, 360	240	4.08	3, 856, 560	
₹18-10:	2, 363	415		300	5 45	708 900	
Step 1 Step 2 Step 3 Step 4 Step 5 Step 6 Step 6 Step 7	1,883	430	979, 645 809, 690	300	5. 45 5. 33	708, 900 564, 900	
Step 3	2,105	445	936, 725	300 300	5, 21 5, 09	631, 500	
Step 5	1, 518 2, 035	460 475	936, 725 698, 280 965, 625 658, 560	300	4.97	631, 500 455, 400 610, 500	
Step 6	2, 035 1, 344	490	658, 560	300	4.85	403, 200	
Step 7	2, 468	505	1, 240, 340	300	4. 73	740, 400	
Step 1	17,034	445	7, 580, 130	460	7.74	7, 838, 640	
Step 2	12,608 7 623	4 <b>60</b> 4 <b>7</b> 5	5, 799, 680	460 460	7. 49 7. 25	5, 799, 680 3, 506, 580	
Step 4	12, 608 7, 623 5, 317	490	2, 605, 330	460	7.01	2, 445, 820	
Step 1 Step 2 Step 2 Step 3 Step 4 Step 5 Step 6	2, 990 7, 005	505 520	7, 580, 130 5, 799, 680 3, 410, 925 2, 605, 330 1, 509, 950 3, 642, 600	460 460	6, 76 6, 51	2, 445, 820 1, 375, 400 3, 222, 300	
418-12:	1,000	i					
Step 1	8, 920 9, 261	5 <b>30</b> 545	4, 727, 600 5, 017, 245	460 460	6. 53 6. 35	4, 103, 200	
Step 2	5, 968	560	3 340 080 1	460	6.18	4, 260, 060 2, 745, 280	
Step 4	3, 185	575	1, 831, 375	460	6.02	1, 465, 100 995, 900	
Step 1 Step 2 Step 2 Step 3 Step 4 Step 5 Step 6 Step 6	2, 165 5, 433	590 605	1, 831, 375 1, 277, 350 3, 286, 965	460 460	5. 87 5. 73	2, 499, 180	
4S-13:							
Step 1	6, 485 5, 775	625 640	4, 053, 125 3, 696, 000	440 440	5. 26 5. 14	2, 853, 400 2, 541, 000	
Step 3	3, 520	655	2, 305, 600	440	5.02	1, 548, 800	
Step 4	1,786 1,328	670 685	1, 196, 620	440 440	4. 90 4. 78	785, 840 584, 320	
*18-15:  Step 1  Step 2  Step 3  Step 4  Step 6  38-14:	2,858	700	2, 305, 600 1, 196, 620 909, 680 2, 000, 600	440	4.66	1, 257, 520	
₹8-14:	0.609	1	1, 888, 560	600	6. 25	1, 573, 800	
Step 1	2, 623 2, 451	720 735 750	1, 801, 485	600	6. 12	1, 470, 600	
Step 3	1. 432	750	1, 801, 495 1, 074, 000	600	6.00	859, 200 393, 000	
Step 5	655 450	765 780	501, 075 341, 000	600 600	5. 88 5. 76	393, 000 270, 000	
Step 6	1, 121	795	891, 195	600	5.64	672, 600	

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EXHIBIT A.—Comparison of reported bill and earlier salary proposal—Continued

		Reported bi	11	Administration's first bill			
Grade and step	Employees	Increase (7.5 per cent in each step)	Amount	Increase	Percent	Amount	
GS-15:							
Step 1	1, 285	810	\$1,040,850	\$800	7.40	\$1,028,000	
Step 2	1.044	830	866, 520	800	7.24	835, 200	
Step 3	706	850	600, 100	800	7.08	564, 800	
Step 4	93	870	80, 910	800	6.92	74, 400	
Step 3 Step 4 Step 5	922	890	820, 580	800	6.76	737, 600	
38-16:							
Step 1 Step 2 Step 3	169	900	152, 100	800	6.66	135, 200	
Step 2	124	915	113, 460	600	4.91	74, 400	
Step 3	145	930	134, 850	400	3. 19	58, 000	
Step 4	11	945	10, 395	200	1.58	2, 200	
Step 5 GS-17:	18	960	17, 280	None			
Step 1	96	975	93, 600	800	6. 15	76, 800	
Stop 2	48	990	49, 520	600	4.54	28, 800	
Step 2 Step 3 Step 4	27	1,005	27, 135	400	2.98	10, 800	
Sten 4	i i	1,020	1,020	200	1,50	200	
Step 5	7	820	5, 740	None			
38-18	8i	None	None	None	None	None	
Total	874, 245		280, 615, 745			146, 427, 030	

#### Ехнівіт В

RECENT SALARY INCREASES FOR FEDERAL CLASSIFIED AND POSTAL EMPLOYEES

1. Effective July 1, 1945, under Public Law 134, 79th Congress, postal employees paid on an annual basis received an increase of \$400 annually, with proportionate increases for hourly employees and fourth-class postmasters.

2. Effective January 1, 1946, under Public Law 386, 79th Congress, approved May 21, 1946, postal employees paid on an annual basis received an increase of \$400 annually, hourly employees received an increase of 20 cents an hour, and fourth-class postmasters received a 20-percent increase.

3. Effective June 30, 1948, under Public Law 900, 80th Congress, postal employees paid on an annual basis received an increase of \$450 annually, hourly employees received an increase of 25 cents an hour, and fourth-class postmasters received a 25-percent increase.

4. Effective November 1, 1949, under Public Law 428, 81st Congress, postal

received a 25-percent increase.

4. Effective November 1, 1949, under Public Law 428, 81st Congress, postal employees paid on an annual basis received an increase of \$120 a year, hourly employees received an increase of 2½ cents an hour, and fourth-class postmasters received a 5-percent increase. (Also, this act raised the entrance salary for regular employees by \$200 and provided an additional \$100 increase for temporary employees after 1 year's service. Three longevity grades were created for those who were not granted such grades under Public Law 134, 79th Cong.)

5. Effective July 1, 1951, under Public Law 204, 82d Congress, approved October 24, 1951, postal employees paid on an annual basis received\$400 annually, hourly employees received 20 cents an hour, the first 2 grades were eliminated, and employees who had not received at least 2 administrative advancements in auto-

employees who had not received at least 2 administrative advancements in automatic grades and who had entered the postal service after July 1, 1945, received either a 1, or 2 grade advancement. either a 1- or 2-grade advancement. Postmasters and supervisors salaries were reclassified except for fourth-class postmasters who received a 20-percent increase on their present salaries. Rural carriers received a 1-cent-a-mile additional equipment allowance and the Postmaster General was authorized to grant equipment maintenance allowances not to exceed \$3 a day for heavy-duty routes.

#### FEDERAL EMPLOYEES (CLASSIFIED AND OTHERS)

1. Effective July 1, 1945, under Public Law 106, 79th Congress, Federal employees received a pay increase as follows: 20 percent on the first \$1,200, 10 percent on the next \$3,400, and 5-percent on the remainder, subject to a \$10,000 ceiling. The average increase was 15.9 percent (range from 20 to 8.9 percent).

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2. Effective July 1, 1946, under Public Law 390, 79th Congress, Federal employees received increases as follows: A 14-percent increase with a minimum of \$250, subject to a \$10,000 ceiling. Average increase was 14.2 percent (range from 25

to 2 percent at ceiling).
3. Effecti e June 30, 1948, under l'ublic Law 900, 80th Congress, Federal employees received an increase annually of \$330. Average increase was 11 percent

(range from 30.6 to 3.3 percent).
4. Effective October 28, 1949, under Public Law 429 (Classification Act of 1949), 81st Congress, Federal employees received pay increases averaging \$140 annually. Individual increases ranged from 7.1 percent to 6.5 percent and the overall salary average under the Classification Act was increased by 4 percent. Three additional grades were created: GS-16, \$11,200; GS-17, \$12,200; and

GS-18, \$14,000.

5. Effective on the first day of the first pay period beginning after June 30, 1951 under Fublic Law 201, 82d Congress, approved October 24, 1951, Federal employees received a 10-percent increase with a \$300 minimum and an \$800 maximum annually. Increase ranged from 19.8 to 5.7 percent. Average increase, 10 percent.

#### ADDITIONAL VIEWS BY MR. GUBSER

I believe that the salary increase for classified Federal employees should be at least 8 percent and so voted during the sessions of the Committee on Post Office and Civil Service. However, I strongly urge passage of H. R. 6511 as reported from the committee. Its immediate passage will forestall any further delay in granting this much-needed increase in pay.

CHARLES S. GUBSER.

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